September 24, 1965

Mr. Gordon Petersen Contracts and Instructions Division Civil Service Commission 1900 E Street, N. W. Washington, D. G. 20415

Dear Mr. Petersen:

In response to your recent letter, the following are the rates, both brochure and net to contract, and both bi-weekly and monthly, for the contract period January 1, 1966 to December 31, 1966:

Bi-Weekly

Present brochure rate:	8		
Single	\$3.05	Family	\$8.49
Increased benefits	. 25		. 71
1% increase in			
administration	. 03		. 09
New brochure total	\$3.33	i	\$9.29

New net to contract rates = \$3.33 divided by 104% or \$3.20 for single employees and \$9.29 divided by 104% or \$8.93 for employee and family.

Monthly

Present monthly brochure rates

\$ 6.61 Single

\$ 18.40 Employee and Family

New monthly brechure rates = $$3.33 \times 26$ divided by 12 or \$7.21 single and $$9.29 \times 26$ divided by 12 or \$20.12 employee and family.

Monthly net to contract rates are not shown in contract and therefore were not calculated.